

FISCAL NOTE

HB 3118 - SB 3229

March 20, 1998

SUMMARY OF BILL: Provides that constructive notice of motor vehicle liens must be given when neither a manufacturer's statement of origin nor existing certificate of title is available. A certified copy of an instrument creating and evidencing the lien would be filed with the secretary of state and a \$10 fee would be paid for each lien. This would be effective on the date of execution, if filed within 20 days of execution. The date of filing would be the effective date for those exceeding the 20 day provision. A lien filed under this bill would terminate the earlier of 180 days or perfection of the lien as required by current law.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures - \$730,000 Recurring
\$70,000 One-Time
Increase State Revenues - \$1,000,000**

Estimate assumes:

- the addition of 19 staff and related operational expenses in the secretary of state's office to administer this process. The one-time expenditures relate to automation system design, development, and equipment purchases.
- approximately 100,000 lien filings will be handled in this manner.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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